



**RCA
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 5
AGENDA DATE: Thu 08/18/2005
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SUBJECT: Authorize the negotiation and execution of an Amendment to Wholesale Water Agreement with Manville Water Supply Corporation (Manville) for the provision of wholesale water service.

AMOUNT & SOURCE OF FUNDING: N/A

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Austin Water Utility **DIRECTOR'S**
DEPARTMENT: **AUTHORIZATION:** Chris Lippe

FOR MORE INFORMATION CONTACT: Bart Jennings, 972-0118; Laura Wiley, 972-0104

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: Recommended by Water and Wastewater Commission

PURCHASING: N/A

MBE / WBE: N/A

The City of Austin ("City") and Manville Water Supply Corporation ("Manville") entered into a wholesale water agreement on January 24, 2002. As part of the wholesale water agreement, the City agreed to provide wholesale water to an area inside the City's ETJ and outside of the City's ETJ, generally located to the north of the City of Manor and east of Cameron Road and the City of Pflugerville. Manville recently approached the City for an increased level of water service. As part of agreeing to provide up to an additional two million gallons per day ("MGD") of potable water, the City and Manville have agreed to:

- Reduce the wholesale service area to that area only located within the City's ETJ;
- Establish a total maximum level of service of four MGD;
- Transfer approximately 1,600 acres of water CCN service area within the City's ETJ to the City;
- Build Manville water infrastructure located within the City's corporate limits and ETJ to City standards; and
- Allow the City to require, after January 1, 2010, Manville to obtain its own raw water contract with LCRA so that the amount of wholesale water provided by the City to Manville is not counted against the City's raw water contract with LCRA. The City would continue to treat and transport the potable water to Manville at the City's approved points of delivery.



No.080305-G
WATER AND WASTEWATER COMMISSION RESOLUTION
CITY MANAGER TO NEGOTIATE AND EXECUTE AN AMENDMENT TO WHOLESALE WATER
AGREEMENT WITH MANVILLE WATER SUPPLY CORPORATION
August 3, 2005
REGULAR MEETING
VOTE: 9-0-0-0

Motion made by: Friesse
Commissioners Consenting: Coleman, Raun, Warner, Chan, Lee, Scott-Ryan, Gonzalez, Pool
Commissioners Dissenting:
Commissioners Abstaining:
Commissioners Absent:

The Water and Wastewater Commission recommends the Council authorize the City Manager to negotiate and execute an amendment to wholesale water agreement with Manville Water Supply Corporation (Manville) for the provision of wholesale water service.


Michael Warner Chairperson
Water and Wastewater Commission


Date